# **QUARTERLY LITIGATION REPORT**

## **NEW CASES**

Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Adams, G. Dennis	CalPERS	None	8/06	Minimal (PERF)	Atty: Rory J. Coffey Program: Anne Woodward (JLVO)	Former San Diego County Superior Court judge removed from office after having been convicted in Federal Court of felony mail fraud seeks to overturn the Board's decision reducing his service retirement allowance according to the forfeiture provisions of Government Code section 75033.2. CalPERS is preparing its answer to the petition for writ of mandate.
CalPERS	UnitedHealth Group	Shareholders of UnitedHealth Group who bought or sold stock during the class period	7/06	Unknown at this time (PERF)	Attys: Peter H. Mixon; William Lerach, Lerach Coughlin Stoia Geller Rudman & Robbins  Program: Russell Read (INVO)	CalPERS has filed a petition with the federal district court to be appointed lead plaintiff in a securities fraud class action brought against UnitedHealth and its board members in connection with the "backdating" of approximately \$1.5 billion in stock option grants. The motion on the petition was heard on August 7, 2006.
Estate of Guillermo Florez (Deceased)	CalPERS		6/06	Minimal (PERF)	Atty: Rory J. Coffey Program: Donna Lum (BNSD)	Deceased member's estate requests payment of benefits to the estate rather than to the surviving spouse. A hearing is scheduled for September 14, 2006.

<sup>\*</sup> Estimated based upon recovery sought; should not be interpreted as a prediction of likelihood of success.

\*\* Fund potentially impacted (e.g., Health v. PERF) identified.

OPEN CASES		Other	Date	Potential* Monetary Impact on the Fund**	Atty & Program Contact	
Plaintiff  General Motors Corporation (In re Amcast Automotive of Indiana, Inc., Debtor)	Highland Capital Management, L.P.; Nexbank, SSB f/k/a Heritage Bank, SSB; Highland Legacy Limited; Highland Crusader Offshore Partners, L.P.; Pamco Cayman, LTD.; Pam Capital Funding L.P.; California Public Employees' Retirement System; Citigroup Financial Products, Inc.; Citigroup Global Markets, Inc.; Steel Partners II, L.P.; Longacre Master Fund, LTD.; Longacre Capital Partners LP; Loan Fundign VII, LLC; and SouthFork CLO, LTD	Amcast Automotive of Indiana, Inc. (Chapter 11 debtor)	4/06	Potential loss on \$3.2 million loan; valued at \$736,000 as of April 2006 (PERF)	Attys: Gina Greer; Steven H. Felderstein, Felderstein Fitzgerald Willoughby & Pascuzzi LLP (monitoring counsel representing CalPERS)  Program: Curtis Ishii (INVO)	CalPERS is an investor (6.33% equity investment) in and lender (\$3.2 million term loan) to Amcast Automotive of Indiana, Inc. The investments were made through CalPERS' investment manager, Highland Capital. Amcast filed for Chapter 11 bankruptcy protection. General Motors has sued CalPERS and other lenders to Amcast. As to CalPERS' investment, General Motors seeks to subordinate CalPERS' secured loan to the claims of the unsecured creditors and to have CalPERS' security interest set aside, effectively resulting in no recovery on the loan. General Motors also alleges that CalPERS and the other lenders intentionally interfered with General Motors' contract with Amcast and used their control over Amcast to force it to repudiate the contract. General Motors seeks to collect damages from the defendants resulting from such conduct. CalPERS has obtained an agreement for defense and indemnity from Highland Capital, under its contractual arrangement with Highland, to the extent the court awards any damages to General Motors on its cause of action for intentional interference with contract.

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Lane, Richard	CalPERS	None	7/06	Minimal (PERF)	Atty: Rory J. Coffey Program: Donna Lum (BNSD)	Seeks to overturn the Board's decision regarding the calculation of the member's retirement allowance. A hearing is scheduled for October 16, 2006.
Mapes, Sally	CalPERS	None	1/06	Minimal (PERF)	Atty: Rory J. Coffey Program: Donna Lum (BNSD)	Seeks to overturn the Board's decision denying disability retirement. CalPERS' answer has been filed. No hearing date set.
Myers, Joseph T., Clifford P. Record, Terry L. Sutherland, Kenneth G. Matson	CalPERS, CalPERS Board of Administration, CalPERS Board Members	Potentially could include other CalPERS members similarly situated	4/06	Unknown at this time. (PERF)	Atty: Marguerite Seabourn Program: Donna Lum (BNSD)	Potential class action lawsuit alleging age discrimination. Plaintiffs, active and retired members, claim SB 400 (2% @ 55 formula for state miscellaneous employees) is prejudicial to older workers, as it does not give them the same benefit increase as younger workers.

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\*\* Fund potentially impacted (e.g., Health v. PERF) identified.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Akintimoye, Samuel	Board of Administration, CalPERS	None	11/03	Minimal (PERF)	Atty: Rory J. Coffey Program: Donna Lum (BNSD)	Seeks to overturn Board's decision denying disability retirement. Hearing was held on June 30, 2004. The court upheld the Board's position. Member appealed. Court of Appeal granted appeal and ordered matter remanded to trial court for review and decision. On July 3, 2006, the Board's position was again upheld by the the superior court. On August 18, 2006, the member appealed to the Court of Appeal.
Bailey, Charles	CalPERS, California Department of Corrections	None	8/04	Minimal (PERF)	Atty: Wesley Kennedy Program: Donna Lum (BNSD)	Seeks to overturn the Board's decision denying disability retirement. A hearing was held on February 25, 2005. CalPERS' position was upheld. Member appealed to Court of Appeal. Briefs have been filed. Oral argument is scheduled for September 13, 2006.
Barroga, Lucio	Board of Administration, CalPERS	None	7/03	Minimal (PERF)	Attys: Elizabeth Yelland; Deputy Attorney General Sanders Program: Donna Lum (BNSD)	Former member filed complaint in federal court seeking to redeposit member contributions withdrawn many years ago in order to apply for a disability retirement. The complaint was improperly served and we are awaiting proper service. Rather than properly re-serving the complaint, he has filed a notice of appeal with the federal court of appeals. Awaiting his opening brief.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Brand, Danny; Thomas Rice, Gerald Davis, Robert Makjavich, James Nohel (all retired CalPERS members)	City of Palo Alto; CalPERS; Margaret Ogle (City employee); James Ko (CalPERS employee)	None	7/03	Minimal (PERF)	Atty: Howard Schwartz  Program: Lori McGartland (AESB)	Retired employees of Palo Alto received oversized allowance because of an error in final salary reported by the City to CalPERS. Sought to overturn Board decision limiting the amount of erroneously paid allowance that members could keep, and ordering that corrected amount must be paid in the future. CalPERS was successful in having the case dismissed. Plaintiffs have appealed to the Court of Appeal. Briefs have been filed, but no hearing date has been set.
CalPERS	City of Sacramento; County of Sacramento	None	9/05	Unknown at this time. (PERF)	Attys: Gina Greer; Javier Plasencia; Mike Schoenfeld (Murphy Austin) Program: Diana Proctor (R Street)	Complaint for nuisance and damages resulting from the City/County's storm water and sewer overflow into CalPERS property. Lincoln Plaza suffered some damages and the expansion project suffered substantial contamination to property and material. This matter has been settled and the lawsuit will be dismissed.
CalPERS	AOL Time Warner current and former directors, investment banks and others	None	7/03	Seeking to recoup portion of estimated loss in excess of \$250 million (PERF)	Attys: Peter Mixon; Kaplan, Fox Kilsheimer Program: Russell Read (INVO)	CalPERS brought suit for violations of the Securities Act of 1933 (the "Securities Act"), California state law and the common law to redress the large losses it has suffered as a result of the defendants alleged fraudulent scheme to materially inflate advertising revenue

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\*\* Fund potentially impacted (e.g., Health v. PERF) identified.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
						reported in the companies' publicly disclosed financial statements and, in turn, the value of AOL and AOL Time Warner securities. Specifically, defendants overstated AOL's reported advertising revenue by at least \$1.7 billion through the use of sham transactions and improper accounting practices in order to ensure the consummation of the \$200 billion merger between AOL and Time Warner, Inc. announced in January 2000. CalPERS' suit has been consolidated with similar suits brought by CalSTRS and the University of California. Each party has separate legal counsel. The litigation is in its very early stages. The class has announced a \$2.4 billion settlement and Time Warner, Inc. has reserved \$600 million to settle other outstanding litigation.

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\*\* Fund potentially impacted (e.g., Health v. PERF) identified.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
CalPERS	New York Stock Exchange and seven specialist firms	None	12/03	Unknown at this time (PERF)	Attys: Peter H. Mixon; Lerach Coughlin Stoia, et al. Program: Russell Read (INVO)	A securities class action against the New York Stock Exchange (NYSE) and its seven trading specialist firms for violation of federal securities laws. In June 2004, CalPERS was named colead plaintiff along with Empire Programs, Inc. NYSE was dismissed from the suit by the trial court. CalPERS appealed from the dismissal and appellate briefing is ongoing.
CalPERS	Bank of America Securities, LLC, et al.	Enron directors, underwriters, investment banks	4/02	Seeking to recoup portion of estimated loss of \$50 million (PERF)	Attys: Marte Castaños; Cotchett, Pitre, Simon & McCarthy  Program: Curtis Ishii (INVO)	A state action was filed against Enron's directors, underwriters, investment banks, and other potentially culpable parties resulting from CalPERS' purchases of bonds. CalPERS' case was removed from state court to federal court to be consolidated with other pending securities claims. CalPERS' attempt to remand the case back to state court was rejected. After completion of discovery, CalPERS has decided to participate in the class action settlement.

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\*\* Fund potentially impacted (e.g., Health v. PERF) identified.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Cargill, DeWayne	Metropolitan Water District of Southern California	CalPERS)	6/05	Unknown at this time (PERF)	Atty: Elizabeth Yelland  Program: Lori McGartland (AESB)	Class action – names of 100 people who are undisputed were submitted in July 2005. Names of 2 pilot cases (disputed) submitted on September 6, 2005. The pilot cases will be reviewed and determinations of their status issued, for various included plaintiffs, no later than December 31, 2005. Determination on 20283 penalty issue also pending.
Fine, Robert	CalPERS	None	12/98	Minimal (PERF)	Atty: Litigation Team  Program: Donna Lum (BNSD)	Seeks to overturn Board's decision denying disability retirement. The superior court remanded the matter to allow the expert witness to review additional medical information. The re-hearing before the Office of Administrative Hearings was held on August 24, 2001, and the Board adopted the new decision on November 15, 2001 denying disability retirement. A new petition was filed on December 18, 2001. CalPERS has filed an answer. No hearing date has been set.

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\*\* Fund potentially impacted (e.g., Health v. PERF) identified.

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OPEN CASES		Other	Date	Potential* Monetary Impact	Atty & Program	
Plaintiff	Defendant	Parties	Received	on the Fund**	Contact	Issues/Status
Hagene, Lisa; Sharika Bryant; Howard Clayton; Waridi Heard; Peggy Sandstoe and Class	County of Riverside	CalPERS as intervenor (to be filed)	7/02	Unknown at this time, depends upon size of the class [If members of the class are entitled to membership, the employer and its employees will be liable for payment of past contributions.] (PERF)	Atty: Elizabeth Yelland  Program: Lori McGartland (AESB)	Plaintiffs in this class action suit seek admission to CalPERS as employees of the County of Riverside, a CalPERS contracting agency. The County contends that these individuals are not employees because most worked less than 1,000 hours and are therefore not eligible to participate in the system. CalPERS has completed an audit of the County's program using temporary workers, and an exit interview with the County to discuss its findings has been completed. A status conference is set for October 17, 2006.
Heath, Jerry	CalPERS	City of Long Beach (real party in interest)	5/02	Minimal (PERF)	Atty: Elizabeth Yelland Program: Lori McGartland (AESB)	Seeks to overturn Board's decision denying inclusion of auto allowance in final compensation. A hearing was held and the court upheld CalPERS' position. Mr. Heath filed an appeal. Appellate court reversed the trial court and ordered CalPERS to include the car allowance in the calculation of the benefit.
Lopez, Ronald	CalPERS	None	6/05	Minimal (PERF)	Attys: Elizabeth Yelland; DAG Culberg Program: Donna Lum (BNSD)	Interpleader action - survivor benefits. Seeks determination of various claims of second and third wives, including whether third wife is putative spouse. No hearing date set.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Lowrey, Gary	CalPERS and City of Bakersfield	None	4/05	Minimal (PERF)	Atty: Rory Coffey Program: Lori McGartland (AESB)	Seeks to overturn Board's decision denying member's request to change from miscellaneous to safety membership classification. CalPERS' answer has been filed. A hearing is scheduled for September 8, 2006.
Lynch, Tricia	Board of Administration, CalPERS, Fred Buenrostro, Chief Executive Officer, and City of Sacramento	None	6/04	Minimal (PERF)	Atty: Litigation Team  Program: Donna Lum (BNSD)	Seeks to overturn the Board's decision denying disability retirement. CalPERS' answer has been filed. On January 26, 2006, the court notified Ms. Lynch that she must set a hearing date or the case will be dismissed.
Municipal Water District of Orange County	CalPERS	Hunter T. Cook, real party in interest	9/05	Minimal (PERF)	Atty: Rory J. Coffey Program: Donna Lum (BNSD)	Seeks to overturn the Board's decision regarding the employer's request to cancel member's purchase of prior service. The superior court upheld the Board's determination. The employer has appealed to the Court of Appeal. Briefs have been filed. No hearing date has been set.
Neily, Brad D. and Ernestine Saldana	CalPERS, individual Board members	None	11/02	Minimal (Long-Term Care)	Attys: Warren Astleford; Deputy Attorney General Senne Program: Richard Krolak (OLTC)	Two members sued for ADA violations because they were not accepted to the Long-Term Care Program. Claim contends that all members must be allowed to join LTC program. CalPERS prevailed on summary judgment. Plaintiffs have appealed to Federal Court of Appeals.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Prentice, Glenn	Board of Administration, California Public Employees' Retirement System	None	5/05	Minimal (PERF)	Atty: Wesley Kennedy Program: Lori McGartland (AESB)	Seeks to overturn the Board's decision regarding final compensation. A hearing was held on May 12, 2006 and the court upheld the Board's decision. On August 25, 2006, the member filed an appeal.
Ramirez, Vanessa; Lisa Hernandez; Angela Cormier and Class	City of Pasadena	CalPERS as intervenor	7/02	Unknown at this time, depends upon size of the class [If members of the class are entitled to membership, the employer and its employees will be liable for payment of past contributions.] (PERF)	Atty: Elizabeth Yelland  Program: Lori McGartland (AESB)	Plaintiffs in this class action suit seek admission to CalPERS as employees of the City of Pasadena, a CalPERS contracting agency. The City contends that these individuals are excluded by contract or are not employees and are therefore not eligible to participate in the system. CalPERS intervened and is now a party. The cause of action involving CalPERS has been temporarily stayed while the administrative claims of the named plaintiffs are processed through CalPERS. Staff has completed a final determination, concluding that plaintiffs should have been made members of the System. The parties have a right to appeal through the Office of Administrative Hearings and the Board can then consider the proposed decision on any such appeals. Once the administrative claim has completed the statutory process, the Court will address the issues concerning the plaintiff class and cause of action.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Reyes, Katherine R.	County of Riverside; CalPERS; and Ronald W. Komers, In His Capacity as Asst. CEO/Human Resources Director, County of Riverside	None	9/01	Minimal (PERF)	Atty: Litigation Team  Program: Donna Lum (BNSD)	Local safety member seeks to overturn the County's decision denying disability retirement. CalPERS has filed its answer. No hearing date has been set.

Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Sacramento City Unified School District	Public Employees' Retirement System; Board of Administration of Public Employees' Retirement System, in their official capacity; Executive Director of Public Employees' Retirement System, in his official capacity; California Administrative Services Authority; Farmers and Merchants Trust Company of Long Beach, as Truste of the Trust established by CASA under the CASA Retirement Plan; Laura Bruno, an individual defendant and beneficiary of the CASA Trust; and All Other Beneficiaries of the CASA Trust (approximately 100 individual names are listed)	None	7/04	Unknown at this time. (PERF)	Attys: Wesley Kennedy; Deputy Attorney General Bowers  Program: Lori McGartland (AESB)	This action seeks review of CalPERS' determination that approximately 100 SCUSD employees who moved from SCUSD to CASA did not actually change employers and were thus not entitled to withdraw from their enrollment in CalPERS. After a series of preliminary motions, including an appeal to the Court of Appeal, the case was transferred to Sacramento County in January 2006.  The exact status of the individuals members is still being determined. However, all active members of CASA were re-enrolled into CalPERS as of July 1, 2004. Thirteen members of SCUSD retired prior to being re-enrolled. One Yolo member transferred to another contracting agency and another has permanently separated on July 31, 2004.  The case is scheduled for mediation by Judicial Arbitration and Mediation Service (JAMS) on August 31, 2006.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Sager, Sharon	County of Yuba, CalPERS, Does 1 through 10	None	12/04	Minimal (PERF)	Atty: Rory Coffey Program: Donna Lum (BNSD)	Local safety member seeks to overturn the County's decision regarding disability retirement. No hearing date set yet.

Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Abrams-Hall, Jessie	Board of Administration	None	9/98	Minimal (PERF)	Atty: Litigation Team Program: Donna Lum (BNSD)	Sought to overturn Board's decision denying industrial disability retirement. On July 5, 2006, the appeal was withdrawn and the case is now closed.
Aoki Diabetes Research Institute; William Wright; Denise Jackson; Roberta Gehrmann; Judy Biermann; Raymond Lovesee and Susan Scott	California State Public Employees Association, CalPERS Self- Funded Health Plans and Does 1 through 10	None	6/05	Minimal (Health)	Atty: Elizabeth Yelland Program: Richard Krolak (HPPA)	Case arose out of a claim for reimbursement for hepatic activation for diabetes in 2001. Following 10-day hearing, CalPERS was directed to provide coverage for hepatic activation. In January 2005, CalPERS staff instituted additional criteria for hepatic activation therapy. Petitioners filed a writ and application for stay. On December 20, 2005, this case was dismissed and the file is now closed.
Bloom, Russell	CalPERS	Department of Alcoholic Beverage Control (real party in interest)	12/04	Minimal (PERF)	Atty: Elizabeth Yelland; DAG John F. Venegas Program: Donna Lum (BNSD)	Sought to overturn the Board's decision denying disability retirement. The court upheld the Board's decision and the case is now closed n the Legal Office.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
Burgunder, Lee and Brittany	Blue Cross of California, BC Life & Health Insurance Company, CalPERS	None	6/05	Minimal (Health)	Attys: Elizabeth Yelland; DAG Fried Program: Richard Krolak (HPPA)	Sought reimbursement for daughter's stay at an out of state eating disorder rehabilitation facility. Coverage denied because admission and residential treatment facilities are excluded under PERS Choice plan. No appeal filed. Plaintiffs filed complaint in superior court. CalPERS filed demurrer based on failure to exhaust administrative remedies. On June 16, 2006, the appeal was withdrawn and the case is now closed.
CalPERS, CalSTRS & LACERA	WorldCom underwriting banks, including CitiGroup, Salomon Smith Barney, J.P. Morgan Securities, J.P. Morgan Chase, Banc America, Banc of America Securities, ABN/AMRO, Deutsche Bank, and Deutsche Bank Alex Brown are named defendants.	Executives of WorldCom including Bernie Ebbers, former CEO of WorldCom, and Scott Sullivan, former CFO of WorldCom	7/02	Seeking to recoup portion of estimated loss of \$268 million resulting from the 2001 bond (PERF)	Attys: Peter Mixon and Marte Castaños; Lerach Coughlin Stoia, et al.  Program: Curtis Ishii (INVO)	The lawsuit was filed in the Los Angeles County Superior Court on July 15, 2002. The suit called for full recovery of the \$268 million in losses from a May 2001 bond issue based on Section 11 claims of the Securities Act of 1933. The suit also sought a return of its losses from former WorldCom Chief Executive Officer Bernard Ebbers, former Chief Financial Officer Scott Sullivan and 13 other former executives. The suit charged that the company clearly knew and the banks clearly had reason to know that the WorldCom books falsely portrayed the company's true financial picture.  In October 2005, the case was settled and CalPERS received a net recovery of \$200 million.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
						Under the settlement, Citigroup and J.P. Morgan also agreed to support a proposed market reform initiative. They, together with certain institutional plaintiffs including CalPERS, CalSTRS and LACERA, will jointly petition the U.S. Securities and Exchange Commission to issue rules requiring more disclosure in future securities offers, including more information about loans to issuers and the issuers' officers, increased information about allocation of IPO shares to the issuers' insiders, and greater transparency about research coverage underwriters provide about issuers.
Davis, Williene D. a Willette D. Jacobs	nd CalPERS; the Board Members; all Board Members individually; Liz Burke, individually; and Donna Lum, individually	None	11/02	Minimal (PERF)	Attys: Margo Seabourn; Deputy Attorney General Hendrickson Program: Donna Lum (BNSD)	Plaintiffs filed a complaint for violation of Fair Employment and Housing Act; Unruh Civil Rights Act; Americans with Disabilities Act; Age Discrimination; RICO Act and Government, Penal Code and Civil Code sections. Plaintiffs claimed CalPERS has intentionally withheld their retirement payments, although they are currently receiving disability retirement. Demurrer was granted and the case dismissed, but the plaintiffs have filed several motions for reconsideration. The Court of Appeal sanctioned plaintiffs for their frequent improper filings. On July 19, 2006, a notice of entry of

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						judgment of dismissal was entered and the case is now closed.
Facchinello, Dixie	Board of Administration (CalPERS)	None	1/99	Minimal (PERF)	Atty: Litigation Team Program: Donna Lum (BNSD)	Sought to overturn Board's decision denying disability retirement. On May 30, 2006, the appeal was withdrawn and this case is now closed.
Glendora Police Officers Association; Brett Mickelson	City of Glendora and CalPERS	None	1/05	Minimal (PERF)	Atty: Elizabeth Yelland Program: Lori McGartland (AESB)	Challenged CalPERS' calculation of a monthly retirement benefit for members of the Glendora Police Officers Association. On May 1, 2006, the court sustained CalPERS' demurrer, based on failure to exhaust administrative remedies. The case is now closed in the Legal Office.
Hines, Carolyn	Board of Administration, CalPERS and James E. Burton	None	1/99	Minimal (PERF)	Atty: Margo Seabourn Program: Donna Lum (BNSD)	Sought to overturn Board's decision denying disability retirement. On August 4, 2006, the appeal was withdrawn and the case is now closed.
Hope, Durward	Board of Administration	County of Madera	6/05	Minimal (PERF)	Atty: Rory J. Coffey Program: Lori McGartland (AESB)	Sought to overturn Board's decision regarding final compensation. Hearing held on November 18, 2005. On February 10, 2006, the court upheld the Board's decision. All appeal periods have expired and the case is now closed.

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\*\* Fund potentially impacted (e.g., Health v. PERF) identified.

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CLOSED CASES	_	Other	Date	Potential* Monetary Impact	Atty & Program	
Plaintiff	Defendant	Parties	Received	on the Fund**	Contact	Issues/Status
Hyder, Kelly and Brian (Children of deceased member Michiel Blamey)	Ronald Blamey; CalPERS; Department of Personnel Administration; Minnesota Life Insurance Co.	None	3/01	Minimal (PERF)	Atty: Elizabeth Yelland Program: Donna Lum (BNSD)	Husband Ronald Blamey has been convicted of murdering his wife. Children of victim seek to find him ineligible to receive death benefits. A settlement was reached wherein the pension benefits will be transferred to the children as if husband pre-deceased the victim, and husband has agreed to give up any appeal rights he may have. The case is now closed.
Richards, George	Richards, Ruth	Ross Anna, Brent Richards, Allison Yanez, Scott Richards, CalPERS	6/05	Minimal (PERF)	Atty: Elizabeth Yelland Program: Donna Lum (BNSD)	Ex-husband and four children dispute entitlement to Ruth Richards' (deceased) community property interest on pension. This case was settled and is now closed.
Smith, Roberta	CalPERS	None	7/99	Minimal (PERF)	Atty: Litigation Team Program: Donna Lum (BNSD)	Sought to overturn Board's decision denying disability retirement. On August 15, 2006, the appeal was withdrawn and this case is now closed.
Solvang, City of	CalPERS, Daniel Cephas, City of Pismo Beach	None	11/02	Minimal (Health)	Atty: Rory J. Coffey Program: Richard Krolak (HBSD)	City of Solvang sued CalPERS and member because member applied for service retirement after failing his six-month probation with Solvang. CalPERS requires last employer to pay for retiree's health benefits; Solvang disagreed. The hearing was held on December 22, 2003. Trial court ruled in favor of CalPERS. City appealed. On March 3, 2006, the appeal was withdrawn and the case is now closed in the Legal Office.

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\*\* Fund potentially impacted (e.g., Health v. PERF) identified.

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Plaintiff	Defendant	Other Parties	Date Received	Potential* Monetary Impact on the Fund**	Atty & Program Contact	Issues/Status
State of California, Department of Youth Authority	Board of Administration, California Public Employees' Retirement System	Melissa Ortega, real party in interest	6/05	Minimal (PERF)	Atty: Elizabeth Yelland Program: Donna Lum (BNSD)	Sought to overturn the Board's decision denying Melissa Ortega's application for disability retirement. On March 3, 2006, the court upheld the Board's decision. All appeal periods have expired and the case is now closed.
Tri-Counties Regional Center	California Public Employees' Retirement System	Lee Neidengard, real party in interest	6/05	Minimal (PERF)	Atty: Elizabeth Yelland Program: Lori McGartland (AESB)	Sought to overturn the Board's decision that found that Mr. Neidengard was an employee of Tri-Counties Regional Center (not an independent contractor) and granted his request to purchase prior service credit. The court upheld the Board's decision and judgment was entered on March 23, 2006. The case is now closed
Wynne, Robert	CalPERS, City of Long Beach	None	5/05	Minimal (PERF)	Atty: Rory J. Coffey Program: Donna Lum (BNSD)	Member, former police officer with City of Long Beach, retired effective July 21, 2000. Over one year later, on October 29, 2001, Mr. Wynne asked to be allowed to change his retirement option. Staff denied his request. Mr. Wynne has filed suit seeking a court order directing CalPERS to accept his changed retirement option election. The appeal has been withdrawn and the case is now closed.

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